

changes. You will find a memo detailing this on your desk under my name and under my signature and heading. The second basic provisions are sections that would have been in LB 1067, Senator Coordsen's bill. This has to do with the amount of capital and surplus which can be tied up in the purchase of life insurance for a key member of the bank staff. Currently, we do not permit more than 25 percent of capital and surplus to be tied up in any single insurance policy. The NBA brought in a measure, the Banking Department objected. The two parties got together. I mediated the negotiation, and the NBA, the Bankers Association, and the Banking Department are agreed to this language. It says that either 25 percent of capital and surplus, or 15 percent of capital, surplus, undivided profits, and capital notes and debentures shall serve as the standard for a single insurance policy. This keeps our existing standard and adds a second one to it. It says, the standard says whichever one is greater. Additionally, we create a new limitation and that is that companies may not have more than 35 percent of capital, surplus, undivided profits, and capital notes and debentures in insurance policies, so this is a new standard. There is, by the way, some provisions to make a section of LB 980, passed earlier this year, effective and it was a cleanup, a technical cleanup of that measure that we passed. Again, the measures which are in this amendment were reported out unanimously. They, basically, are agreed upon by the Department of Banking. The Department of Banking asks that they be included in their annual bill. I would ask for adoption of AM3611.

SPEAKER WITHEM: Thank you, Senator Landis. Senator Coordsen, on the Landis amendment.

SENATOR COORDSEN: Only to indicate that the portion that Senator Landis so ably described that was contained in my bill had been modified and it gives to the Department of Banking some additional authority in making these judgments on insurance policies that they did not have, tightens up some language, as well as providing an option to the operating banks in Nebraska. I think it was a very, very well-thought-out and good solution that came about after the introduction of the base bill. So I would encourage certainly the adoption of this amendment, along with the other provisions that it contains. Thank you.

SPEAKER WITHEM: Thank you, Senator Coordsen. Any additional discussion on the Landis amendment? Seeing none, the question is...Senator Landis, any closing?